TITLE XXXII -- NATIONAL NUCLEAR SECURITY ADMINISTRATION

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Sec. 3297. Report containing implementation plan of Secretary of Energy.
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Sec. 3299. Effective dates.

SEC. 3201. <<NOTE: 50 USC 2401 note. >> SHORT TITLE.

This title may be cited as the ``National Nuclear Security Administration Act'

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SEC. 3202. UNDER SECRETARY FOR NUCLEAR SECURITY OF DEPARTMENT OF ENERGY.

Section 202 of the Department of Energy Organization Act (42 U.S.C. 7132) is amended by adding at the end the following new subsection:

(c)(1) There shall be in the Department an Under Secretary for Nuclear Security, who shall be appointed by the President, by and with the advice and consent of the Senate. The Under Secretary shall be compensated at the rate provided for at level III of the Executive Schedule under section 5314 of title 5, United States Code.

(2) The Under Secretary for Nuclear Security shall be appointed

from among persons who--

(A) have extensive background in national security, organizational management, and appropriate technical fields; and (B) are well qualified to manage the nuclear weapons, nonproliferation, and materials disposition programs of the National Nuclear Security Administration in a manner that advances and protects the national security of the United States.

- ``(3) The Under Secretary for Nuclear Security shall serve as the Administrator for Nuclear Security under section 3212 of the National Nuclear Security Administration Act. In carrying out the functions of the Administrator, the Under Secretary shall be subject to the authority, direction, and control of the Secretary. Such authority, direction, and control may be delegated only to the Deputy Secretary of Energy, without redelegation.'. SEC. 3203. ESTABLISHMENT OF POLICY FOR NATIONAL NUCLEAR SECURITY ADMINI STRATION.
- (a) Establishment of Policy for Administration. -- The Department of Energy Organization Act is amended by adding at the end of title II (42 U.S.C. 7131 et seq.) the following new section:
- ``Sec. 213. (a) <<NOTE: 42 USC 7144.>> The Secretary shall be responsible for establishing policy for the National Nuclear Security Administration.
- ``(b) The Secretary may direct officials of the Department who are not within the National Nuclear Security Administration to review the programs and activities of the Administration and to make recommendations to the Secretary regarding administration of those programs and activities, including consistency with other similar programs and activities of the Department.

(c) The Secretary shall have adequate staff to support the Secretary in carrying out the Secretary's responsibilities under this

section.

(b) Clerical Amendment.--The table of contents at the beginning of the Department of Energy Organization Act is amended by inserting after page 2

the item relating to section 212 the following new item:

``213. Establishment of policy for National Nuclear Security Administration.''

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SEC. 3204. ORGANIZATION OF DEPARTMENT OF ENERGY COUNTERINTELLIGENCE AND INTELLIGENCE PROGRAMS AND ACTIVITIES.

- (a) Establishment of Offices. -- The Department of Energy Organization Act (42 U.S.C. 7101 et seq.) is amended by inserting after section 213, as added by section 3203(a), the following new sections:
- ``Sec. 214. <<NOTE: 42 USC 7144a. ``office of counterintelligence>> The Secretary shall be responsible for developing and promulgating the security, counterintelligence, and intelligence policies of the Department. The Secretary may use the immediate staff of the Secretary to assist in developing and promulgating those policies.
- ``Sec. <<NOTE: 42 USC 7144b. >> 215. (a) There is within the Department an Office of Counterintelligence.
- ``(b)(1) The head of the Office shall be the Director of the Office of Countérintelligence, which shall be a position in the Senior Executive Service. The Director of the Office shall report directly to the Secretary.

(2) The Secretary shall select the Director of the Office from among individuals who have substantial expertise in matters relating to

counterintelligence.

``(3) The Director of the Federal Bureau of Investigation may detail, on a reimbursable basis, any employee of the Bureau to the Department for service as Director of the Office. The service of an employee of the Bureau as Director of the Office shall not result in any loss of status, right, or privilege by the employee within the Bureau. ``(c)(1) The Director of the Office shall be responsible for

establishing policy for counterintelligence programs and activities at Department facilities in order to reduce the threat of disclosure or

loss of classified and other sensitive information at such facilities.
``(2) The Director of the Office shall be responsible for establishing policy for the personnel assurance programs of the

Department.

(3) The Director shall inform the Secretary, the Director of Central Intelligence, and the Director of the Federal Bureau of Investigation on a regular basis, and upon specific request by any such

- official, regarding the status and effectiveness of the counterintelligence programs and activities at Department facilities.

 ``(d)(1) <<NOTE: Reports. Deadline.>> Not later than March 1 each year, the Director of the Office shall submit a report on the status and effectiveness of the counterintelligence programs and activities at each Department facility during the preceding year. Each such report shall be submitted to the following: submitted to the following:

- ``(A) The Secretary.
 ``(B) The Director of Central Intelligence.
 ``(C) The Director of the Federal Bureau of Investigation.
 ``(D) The Committee on Armed Services and the Permanent
- Select Committee on Intelligence of the House of Representatives.

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``(E) The Committee on Armed Services and the Select Committee on Intelligence of the Senate.

``(2) Each such report shall include for the year covered by the report the following:

(A) A description of the status and effectiveness of the counterintelligence programs and activities at Department

facilities.

(B) A description of any violation of law or other requirement relating to intelligence, counterintelligence, or security at such facilities, including--

(i) the number of violations that were investigated; and

(ii) the number of violations that remain unresol ved.

``(C) A description of the number of foreign visitors to Department facilities, including the locations of the visits of such visitors.

(D) The adequacy of the Department's procedures and policies for protecting national security information, making

such recommendations to Congress as may be appropriate.

(E) A determination of whether each Department of Energy national laboratory is in full compliance with all departmental security requirements and, in the case of any such laboratory that is not, what measures are being taken to bring that laboratory into compliance.

- ``(3) <<NOTE: Deadline.>> Not less than 30 days before the date that the report required by paragraph (1) is submitted, the director of each Department of Energy national laboratory shall certify in writing to the Director of the Office whether that laboratory is in full compliance with all departmental security requirements and, if not, what measures are being taken to bring that laboratory into compliance and a schedule for implementing those measures.
- ``(4) Each report under this subsection as submitted to the committees referred to in subparagraphs (D) and (E) of paragraph (1) shall be submitted in unclassified form, but may include a classified annex.
- ``Sec. 216. <<NOTE: 42 USC 7144c.>> (a) There is within the Department an Office of Intelligence.
- ``(b)(1) The head of the Office shall be the Director of the Office of Intelligence, which shall be a position in the Senior Executive Service. The Director of the Office shall report directly to the Secretary.

(2) The Secretary shall select the Director of the Office from among individuals who have substantial expertise in matters relating to

foreign intelligence.

- ``(c) Subject to the authority, direction, and control of the Secretary, the Director of the Office shall perform such duties and exercise such powers as the Secretary may prescribe.''.

 (b) Clerical Amendment. --The table of contents at the beginning of the Department of Energy Organization Act is amended by inserting after the item relating to section 213, as added by section 3203(b), the following new items:
- ``214. Establishment of security, counterintelligence, and intelligence policies.

``215. Office of Counterintelligence. ``216. Office of Intelligence.''.

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SEC. 3211. <<NOTE: 50 USC 2401. >> ESTABLISHMENT AND MISSION.

- (a) Establishment. --There is established within the Department of Energy a separately organized agency to be known as the National Nuclear Security Administration (in this title referred to as the ``Administration'').
- (b) Mission. --The mission of the Administration shall be the following:

To enhance United States national security through the

military application of nuclear energy.
(2) To maintain and enhance the safety, reliability, and performance of the United States nuclear weapons stockpile, including the ability to design, produce, and test, in order to meet national security requirements.
(3) To provide the United States Navy with safe, militarily

effective nuclear propulsion plants and to ensure the safe and

reliable operation of those plants.

(4) To promote international nuclear safety and nonprol i ferati on.

(5) To reduce global danger from weapons of mass

destruction.

- (6) To support United States Leadership in science and technol ogy.
- (c) Operations and Activities To Be Carried Out Consistent With Certain Principles. -- In carrying out the mission of the Administration, the Administrator shall ensure that all operations and activities of the Administration are consistent with the principles of protecting the environment and safeguarding the safety and health of the public and of the workforce of the Administration.

SEC. 3212. <<NOTE: 50 USC 2402.>> ADMINISTRATOR FOR NUCLEAR SECURITY.

(a) In General.--(1) There is at the head of the Administration an Administrator for Nuclear Security (in this title referred to as the Administrator'').

(2) Pursuant to subsection (c) of section 202 of the Department of Energy Organization Act (42 U.S.C. 7132), as added by section 3202 of this Act, the Under Secretary for Nuclear Security of the Department of

Energy serves as the Administrator.

(b) Functions.--The Administrator has authority over, and is responsible for, all programs and activities of the Administration (except for the functions of the Deputy Administrator for Naval Reactors specified in the Executive order referred to in section 3216(b)), including the following:

- Strategic management.
 Policy development and guidance.
 Budget formulation, guidance, and execution, and other financial matters.
 - (4) Resource requirements determination and allocation.

(5) Program management and direction.

(6) Safeguards and security. (7) Emergency management.

(8) Integrated safety management.

(9) Environment, safety, and health operations.

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(10) Administration of contracts, including the management and operations of the nuclear weapons production facilities and the national security laboratories.

(11) Intelligence.

(12) Counterintelligence.

- (13) Personnel, including the selection, appointment, distribution, supervision, establishing of compensation, and separation of personnel in accordance with subtitle C of this title.
- (14) Procurement of services of experts and consultants in accordance with section 3109 of title 5, United States Code.

(15) Legal matters.

(16) Legislative affairs.

(17) Public affairs.

- (18) Liaison with other elements of the Department of Energy and with other Federal agencies, State, tribal, and local governments, and the public.
- (c) Procurement Authority. -- The Administrator is the senior procurement executive for the Administration for the purposes of section 16(3) of the Office of Federal Procurement Policy Act (41 U.S.C. 414(3)).

(d) Policy Authority.--The Administrator may establish Administration-specific policies, unless disapproved by the Secretary of

SEC. 3213. STATUS <<NOTE: 50 USC 2403. >> OF ADMINISTRATION AND CONTRACTOR PERSONNEL WITHIN DEPARTMENT OF ENERGY.

(a) Status of Administration Personnel.--Each officer or employee of the Administration, in carrying out any function of the Administration--

(1) shall be responsible to and subject to the authority,

direction, and control of--

(A) the Secretary acting through the Administrator and consistent with section 202(c)(3) of the Department of Energy Organization Act;
(B) the Administrator; or
(C) the Administrator's designee within the

- Administration; and
- (2) shall not be responsible to, or subject to the authority, direction, or control of, any other officer, employee, or agent of the Department of Energy.
- (b) Status of Contractor Personnel.--Each officer or employee of a contractor of the Administration, in carrying out any function of the Administration, shall not be responsible to, or subject to the authority, direction, or control of, any officer, employee, or agent of the Department of Energy who is not an employee of the Administration, except for the Secretary of Energy consistent with section 202(c)(3) of

the Department of Energy Organization Act.
(c) Construction of Section. -- Subsections (a) and (b) may not be interpreted to in any way preclude or interfere with the communication of technical findings derived from, and in accord with, duly authorized activities between (1) the head, or any contractor employee, of a national security laboratory or of a nuclear weapons production facility, and (2) the Department of Energy, the President, or Congress.

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SEC. 3214. DEPUTY <<NOTE: 50 USC 2404.>> ADMINISTRATOR FOR DEFENSE PROGRAMS.

(a) In General.--There is in the Administration a Deputy Administrator for Defense Programs, who is appointed by the President, by and with the advice and consent of the Senate.

(b) Duties. -- Subject to the authority, direction, and control of the Administrator, the Deputy Administrator for Defense Programs shall perform such duties and exercise such powers as the Administrator may prescribe, including the following:

(1) Maintaining and enhancing the safety, reliability, and performance of the United States nuclear weapons stockpile, including the ability to design, produce, and test, in order to meet national security requirements.

(2) Directing, managing, and overseeing the nuclear weapons

production facilities and the national security laboratories.

(3) Directing, managing, and overseeing assets to respond to incidents involving nuclear weapons and materials.

(c) Relationship to Laboratories and Facilities. -- The head of each national security laboratory and nuclear weapons production facility shall, consistent with applicable contractual obligations, report to the Deputy Administrator for Defense Programs. SEC. 3215. DEPUTY <<NOTE: 50 USC 2405.>> ADMINISTRATOR FOR DEFENSE NUCLEAR NONPROLIFERATION.

(a) In General. -- There is in the Administration a Deputy Administrator for Defense Nuclear Nonproliferation, who is appointed by the President, by and with the advice and consent of the Senate.

(b) Duties. --Subject to the authority, direction, and control of the Administrator, the Deputy Administrator for Defense Nuclear Nonproliferation shall perform such duties and exercise such powers as the Administrator may prescribe, including the following:

(1) Preventing the spread of materials, technology, and expertise relating to weapons of mass destruction.

(2) Detecting the proliferation of weapons of mass

- destruction worldwide.
- (3) Eliminating inventories of surplus fissile materials usable for nuclear weapons.

(4) Providing for international nuclear safety.

SEC. 3216. DEPUTY <<NOTE: 50 USC 2406. >> ADMINISTRATOR FOR NAVAL REACTORS.

(a) In General.--(1) There is in the Administration a Deputy Administrator for Naval Reactors. The director of the Naval Nuclear Propulsion Program provided for under the Naval Nuclear Propulsion Executive Order shall serve as the Deputy Administrator for Naval Reactors

(2) Within the Department of Energy, the Deputy Administrator shall report to the Secretary of Energy through the Administrator and shall have direct access to the Secretary and other senior officials in the Department.

(b) Duties. -- The Deputy Administrator shall be assigned the responsibilities, authorities, and accountability for all functions of the Office of Naval Reactors under the Naval Nuclear Propulsion Executive Order.

(c) Effect on Executive Order. --Except as otherwise specified in this section and notwithstanding any other provision of

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this title, the provisions of the Naval Nuclear Propulsion Executive

Order remain in full force and effect until changed by law.

(d) Naval Nuclear Propulsion Executive Order. -- As used in this section, the Naval Nuclear Propulsion Executive Order is Executive Order No. 12344, dated February 1, 1982 (42 U.S.C. 7158 note) (as in force pursuant to section 1634 of the Department of Defense Authorization Act, . 1985 (Public Law 98-525; 42 U.S.C. 7158 note)).

SEC. 3217. <<NOTE: 50 USC 2407. >> GENERAL COUNSEL.

There is a General Counsel of the Administration. The General Counsel is the chief legal officer of the Administration.

SEC. 3218. <<NOTE: 50 USC 2408. >> STAFF OF ADMINISTRATION.

(a) In General.--The Administrator shall maintain within the Administration sufficient staff to assist the Administrator in carrying

out the duties and responsibilities of the Administrator.

(b) Responsibilities. --The staff of the Administration shall perform, in accordance with applicable law, such of the functions of the Administrator as the Administrator shall prescribe. The Administrator shall assign to the staff responsibility for the following functions:

(1) Personnel.

(2) Legislative affairs.(3) Public affairs.

(4) Liaison with other elements of the Department of Energy and with other Federal agencies, State, tribal, and local governments, and the public.

Subtitle B--Matters Relating to Security

SEC. 3231. PROTECTION <<NOTE: 50 USC 2421.>> OF NATIONAL SECURITY INFORMATION.

(a) Policies and Procedures Required. -- The Administrator shall establish procedures to ensure the maximum protection of classified

information in the possession of the Administration.

(b) Prompt Reporting. -- The Administrator shall establish procedures to ensure prompt reporting to the Administrator of any significant problem, abuse, violation of law or Executive order, or deficiency relating to the management of classified information by personnel of the Administration.

SEC. 3232. OFFICE <<NOTE: 50 USC 2422.>> OF DEFENSE NUCLEAR COUNTERINTELLIGENCE AND OFFICE OF DEFENSE NUCLEAR SECURITY.

- (a) Establishment. -- (1) There are within the Administration-- (A) an Office of Defense Nuclear Counterintelligence; and

 - (B) an Office of Defense Nuclear Security.

(2) Each office established under paragraph (1) shall be headed by a Chief appointed by the Secretary of Energy. The Administrator shall

recommend to the Secretary suitable candidates for each such position.

(b) Chief of Defense Nuclear Counterintelligence. -- (1) The head of the Office of Defense Nuclear Counterintelligence is the Chief of Defense Nuclear Counterintelligence, who shall report to the Administrator and shall implement the counterintelligence policies

directed by the Secretary and Administrator.

(2) The Secretary shall appoint the Chief, in consultation with the

Director of the Federal Bureau of Investigation, from among

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individuals who have special expertise in counterintelligence. If an individual to serve as the Chief of Defense Nuclear Counterintelligence is a Federal employee of an entity other than the Administration, the service of that employee as Chief shall not result in any loss of employment status, right, or privilege by that employee.

(3) The Chief shall have direct access to the Secretary and all

other officials of the Department and the contractors of the Department

concerning counterintelligence matters.

(4) The Chief shall be responsible for--

(A) the development and implementation of the counterintelligence programs of the Administration to prevent the disclosure or loss of classified or other sensitive information; and

(B) the development and administration of personnel page 8

assurance programs within the Administration.

(c) Chief of Defense Nuclear Security. -- (1) The head of the Office of Defense Nuclear Security is the Chief of Defense Nuclear Security, who shall report to the Administrator and shall implement the security policies directed by the Secretary and Administrator.

policies directed by the Secretary and Administrator.

(2) The Chief shall have direct access to the Secretary and all other officials of the Department and the contractors of the Department

concerning security matters.

(3) The Chief shall be responsible for the development and implementation of security programs for the Administration, including the protection, control and accounting of materials, and for the physical and cyber security for all facilities of the Administration.

SEC. 3233. <<NOTE: 50 USC 2423.>> COUNTERINTELLIGENCE PROGRAMS.

(a) National Security Laboratories and Nuclear Weapons Production Facilities.—The Administrator shall, at each national security laboratory and nuclear weapons production facility, establish and maintain a counterintelligence program adequate to protect national security information at that laboratory or production facility.

(b) Other Facilities. -- The Administrator shall, at each Administration facility not described in subsection (a) at which Restricted Data is located, assign an employee of the Office of Defense Nuclear Counterintelligence who shall be responsible for and assess counterintelligence matters at that facility.

SEC. 3234. PROCEDURES << NOTE: 50 USC 2424. >> RELATING TO ACCESS BY

INDIVIDUALS TO CLASSIFIED AREAS AND
INFORMATION OF ADMINISTRATION.

The Administrator shall establish appropriate procedures to ensure that any individual is not permitted unescorted access to any classified area, or access to classified information, of the Administration until that individual has been verified to hold the appropriate security clearances.

SEC. 3235. GOVERNMENT <<NOTE: 50 USC 2425. >> ACCESS TO INFORMATION ON ADMINISTRATION COMPUTERS.

(a) Procedures Required. -- The Administrator shall establish procedures to govern access to information on Administration computers. Those procedures shall, at a minimum, provide that any individual who has access to information on an Administration

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computer shall be required as a condition of such access to provide to the Administrator written consent which permits access by an authorized investigative agency to any Administration computer used in the performance of the duties of such employee during the period of that individual's access to information on an Administration computer and for a period of three years thereafter.

(b) Expectation of Privacy in Administration Computers.--

Notwithstanding any other provision of law (including any provision of law enacted by the Electronic Communications Privacy Act of 1986), no user of an Administration computer shall have any expectation of privacy

in the use of that computer.

(c) Definition. --For purposes of this section, the term ``authorized investigative agency' means an agency authorized by law or regulation to conduct a counterintelligence investigation or investigations of persons who are proposed for access to classified information to ascertain whether such persons satisfy the criteria for obtaining and retaining access to such information.

SEC. 3236. CONGRESSIONAL <<NOTE: 50 USC 2426. >> OVERSIGHT OF SPECIAL ACCESS PROGRAMS.

(a) Annual Report on Special Access Programs. -- (1) Not later than February 1 of each year, the Administrator shall submit to the congressional defense committees a report on special access programs of the Administration.

(2) Each such report shall set forth--(A) the total amount requested for such programs in the President's budget for the next fiscal year submitted under section 1105 of title 31, United States Code; and

(B) for each such program in that budget, the following:

(i) A brief description of the program.(ii) A brief discussion of the major milestones

established for the program.

(iii) The actual cost of the program for each fiscal

- year during which the program has been conducted before the fiscal year during which that budget is submitted.

 (iv) The estimated total cost of the program and the estimated cost of the program for (I) the current fiscal year, (II) the fiscal year for which the budget is submitted, and (III) each of the four succeeding fiscal years during which the program is expected to be conducted.
- (b) Annual Report on New Special Access Programs. --(1) <<NOTE: Deadline.>> Not later than February 1 of each year, the Administrator shall submit to the congressional defense committees a report that, with respect to each new special access program, provides --

(A) notice of the designation of the program as a special

access program; and

(B) justification for such designation.

(2) A report under paragraph (1) with respect to a program shall include --

(A) the current estimate of the total program cost for the

program; and

(B) an identification of existing programs or technologies that are similar to the technology, or that have a mission similar to the mission, of the program that is the subject of the notice.

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(3) In this subsection, the term ``new special access program'' means a special access program that has not previously been covered in a

notice and justification under this subsection.

(c) Reports on Changes in Classification of Special Access Programs -- (1) Whenever a change in the classification of a special access program of the Administration is planned to be made or whenever classified information concerning a special access program of the Administration is to be declassified and made public, the Administrator shall submit to the congressional defense committees a report containing a description of the proposed change, the reasons for the proposed change, and notice of any public announcement planned to be made with respect to the proposed change.

(2) <<NOTE: Deadline >> Except as provided in paragraph (3), any report referred to in paragraph (1) shall be submitted not less than 14 days before the date on which the proposed change or public announcement

is to occur.

(3) If the Administrator determines that because of exceptional circumstances the requirement of paragraph (2) cannot be met with respect to a proposed change or public announcement concerning a special access program of the Administration, the Administrator may submit the report required by paragraph (1) regarding the proposed change or public page 10

announcement at any time before the proposed change or public announcement is made and shall include in the report an explanation of

the exceptional circumstances.

(d) Notice of Change in SAP Designation Criteria.--Whenever there is a modification or termination of the policy and criteria used for designating a program of the Administration as a special access program, the Administrator shall promptly notify the congressional defense committees of such modification or termination. Any such notification shall contain the reasons for the modification or termination and, in the case of a modification, the provisions of the policy as modified.

(e) Waiver Authority. --(1) The Administrator may waive any requirement under subsection (a), (b), or (c) that certain information be included in a report under that subsection if the Administrator determines that inclusion of that information in the report would adversely affect the national security. The Administrator may waive the report-and-wait requirement in subsection (f) if the Administrator determines that compliance with such requirement would adversely affect the national security. Any waiver under this paragraph shall be made on a case-by-case basis.

(2) If the Administrator exercises the authority provided under paragraph (1), the Administrator shall provide the information described in that subsection with respect to the special access program concerned, and the justification for the waiver, jointly to the chairman and ranking minority member of each of the congressional defense committees.

(f) Report and Wait for Initiating New Programs. -- A special access

program may not be initiated until --

(1) the congressional defense committees are notified of the program; and

(2) a period of 30 days elapses after such notification is

recei ved.

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Subtitle C--Matters Relating to Personnel

SEC. 3241. AUTHORITY <<NOTE: 50 USC 2441.>> TO ESTABLISH CERTAIN SCIENTIFIC, ENGINEERING, AND TECHNICAL POSITIONS.

The Administrator may, for the purposes of carrying out the responsibilities of the Administrator under this title, establish not more than 300 scientific, engineering, and technical positions in the Administration, appoint individuals to such positions, and fix the compensation of such individuals. Subject to the limitations in the preceding sentence, the authority of the Administrator to make appointments and fix compensation with respect to positions in the Administration under this section shall be equivalent to, and subject to the limitations of, the authority under section 161 d. of the Atomic Energy Act of 1954 (42 U.S.C. 2201(d)) to make appointments and fix compensation with respect to officers and employees described in such section.

SEC. 3242. VOLUNTARY << NOTE: 50 USC 2442. >> EARLY RETIREMENT AUTHORI TY.

- (a) Authority. --An employee of the Department of Energy who is separated from the service under conditions described in subsection (b) after completing 25 years of service or after becoming 50 years of age and completing 20 years of service is entitled to an annuity in accordance with the provisions in chapter 83 or 84 of title 5, United States Code, as applicable.
- (b) Conditions of Separation. -- Subsection (a) applies to an employee who--
 - (1) has been employed continuously by the Department of Energy for more than 30 days before the date on which the page 11

Secretary of Energy makes the determination required under paragraph (4)(A);

(2) is serving under an appointment that is not limited by

(3) has not received a decision notice of involuntary separation for misconduct or unacceptable performance that is pending decision; and

(4) is separated from the service voluntarily during a

period with respect to which--

(A) the Secretary of Energy determines that the Department of Energy is undergoing a major reorganization as a result of the establishment of the National Nuclear Security Administration; and

- (B) the employee is within the scope of an offer of voluntary early retirement (as defined by organizational unit, occupational series or level, geographical location, any other similar factor that the Office of Personnel Management determines appropriate, or any combination of such definitions of scope), as determined by the Secretary under regulations prescribed by the Office.
- (c) Treatment of Employees. --For purposes of chapters 83 and 84 of title 5, United States Code (including for purposes of computation of an annuity under such chapters), an employee entitled to an annuity under this section shall be treated as an employee entitled to an annuity under section 8336(d) or 8414(b) of such title, as applicable.

(d) Definitions. -- As used in this section, the terms `annuity''--

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(1) with respect to individuals covered by the Civil Service Retirement System established in subchapter III of chapter 83 of title 5, United States Code, have the meaning of such terms as used in such chapter; and
(2) with respect to individuals covered by the Federal

Employees Retirement System established in chapter 84 of such title, have the meaning of such terms as used in such chapter.

(e) Limitation and Termination of Authority. --The authority provided in subsection (a)--

(1) may be applied with respect to a total of not more than 600 employees of the Department of Energy; and

(2) shall expire on September 30, 2003.

SEC. 3243. SEVERANCE PAY.

Section 5595 of title 5, United States Code, is amended by adding at

the end the following new subsection:

(j)(1) In the case of an employee of the Department of Energy who is entitled to severance pay under this section as a result of the establishment of the National Nuclear Security Administration, the

Secretary of Energy may, upon application by the employee, pay the total amount of the severance pay to the employee in one lump sum.

``(2)(A) If an employee paid severance pay in a lump sum under this subsection is reemployed by the Government of the United States or the government of the District of Columbia at such time that, had the employee been paid severance pay in regular pay periods under subsection (b), the payments of such pay would have been discontinued under subsection (d) upon such reemployment, the employee shall repay to the Department of Energy an amount equal to the amount of severance pay to which the employee was entitled under this section that would not have been paid to the employee under subsection (d) by reason of such

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reemployment.

(B) The period of service represented by an amount of severance pay repaid by an employee under subparagraph (A) shall be considered service for which severance pay has not been received by the employee

under this section.

``(C) Amounts repaid to the Department of Energy under this paragraph shall be credited to the appropriation available for the pay of employees of the agency for the fiscal year in which received. Amounts so credited shall be merged with, and shall be available for the same purposes and the same period as, the other funds in that appropri ati on.

(3) If an employee fails to repay to the Department of Energy an amount required to be repaid under paragraph (2)(A), that amount is recoverable from the employee as a debt due the United States.''. SEC. 3244. CONTINUED COVERAGE OF HEALTH CARE BENEFITS.

Section 8905a(d)(4)(A) of title 5, United States Code, is amended by inserting ``, or the Department of Energy due to a reduction in force resulting from the establishment of the National Nuclear Security Administration' after ``reduction in force''.

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Subtitle D--Budget and Financial Management

SEC. 3251. SEPARATE <<NOTE: 50 USC 2451.>> TREATMENT IN BUDGET.

(a) President's Budget.--In each budget submitted by the President to the Congress under section 1105 of title 31, United States Code, amounts requested for the Administration shall be set forth separately

within the other amounts requested for the Department of Energy.

(b) Budget Justification Materials. -- In the budget justification materials submitted to Congress in support of each such budget, the amounts requested for the Administration shall be specified in individual, dedicated program elements

SEC. 3252. PLANNING, <<NOTE: 50 USC 2452. >> PROGRAMMING, AND BUDGETING PROCESS.

The Administrator shall establish procedures to ensure that the planning, programming, budgeting, and financial activities of the Administration comport with sound financial and fiscal management principles. Those procedures shall, at a minimum, provide for the planning, programming, and budgeting of activities of the Administration using funds that are available for obligation for a limited number of years.

ŠEC. 3253. FUTURE-YEARS <<NOTE: 50 USC 2453.>> NUCLEAR SECURITY PROGRAM.

(a) Submission to Congress. -- The Administrator shall submit to Congress each year, at or about the time that the President's budget is submitted to Congress that year under section 1105(a) of title 31, United States Code, a future-years nuclear security program (including associated annexes) reflecting the estimated expenditures and proposed appropriations included in that budget. Any such future-years nuclear security program shall cover the fiscal year with respect to which the budget is submitted and at least the four succeeding fiscal years.

(b) Elements.--Each future-years nuclear security program shall

contain the following:

(1) The estimated expenditures and proposed appropriations necessary to support the programs, projects, and activities of the Administration during the five-fiscal year period covered by the program, expressed in a level of detail comparable to that contained in the budget submitted by the President to Congress under section 1105 of title 31, United States Code.

- (2) A description of the anticipated workload requirements for each Administration site during that five-fiscal year peri od.
- (c) Effect of Budget on Stockpile. -- The Administrator shall include in the materials the Administrator submits to Congress in support of the budget for any fiscal year that is submitted by the President pursuant to section 1105 of title 31, United States Code, a description of how the funds identified for each program element in the weapons activities budget of the Administration for such fiscal year will help ensure that the nuclear weapons stockpile is safe and reliable as determined in accordance with the criteria established under section 3158 of the Strom Thurmond National Defense Authorization Act for Fiscal Year 1999 (Public Law 105-261; 112 Stat. 2257; 42 U.S.C. 2121 note).

 (d) Consistency in Budgeting. --(1) The Administrator shall ensure that amounts described in subparagraph (A) of paragraph

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(2) for any fiscal year are consistent with amounts described in subparagraph (B) of paragraph (2) for that fiscal year.

(2) Amounts referred to in paragraph (1) are the following:
(A) The amounts specified in program and budget information submitted to Congress by the Administrator in support of expenditure estimates and proposed appropriations in the budget submitted to Congress by the President under section 1105(a) of title 31, United States Code, for any fiscal year, as shown in the future-years nuclear security program submitted pursuant to subsection (a).

(B) The total amounts of estimated expenditures and proposed appropriations necessary to support the programs, projects, and activities of the Administration included pursuant to paragraph (5) of section 1105(a) of such title in the budget submitted to Congress under that section for any fiscal year.

(e) Treatment of Management Contingencies.--Nothing in this section shall be construed to prohibit the inclusion in the future-years nuclear security program of amounts for management contingencies, subject to the requirements of subsection (d).

Subtitle E--Miscellaneous Provisions

SEC. 3261. ENVIRONMENTAL << NOTE: 50 USC 2461. >> PROTECTION, SAFETY, AND HEALTH REQUIREMENTS.

(a) Compliance Required. --The Administrator shall ensure that the Administration complies with all applicable environmental, safety, and health statutes and substantive requirements.

(b) Procedures Required. --The Administrator shall develop procedures

for meeting such requirements.

(c) Rule of Construction. --Nothing in this title shall diminish the authority of the Secretary of Energy to ascertain and ensure that such compliance occurs.

SEC. 3262. COMPLIANCE << NOTE: 50 USC 2462. >> WITH FEDERAL ACQUISITION REGULATION.

The Administrator shall establish procedures to ensure that the mission and programs of the Administration are executed in full compliance with all applicable provisions of the Federal Acquisition Regulation issued pursuant to the Office of Federal Procurement Policy Act (41 U.S.C. 401 et seq.). SEC. 3263. SHARING <<NOTE: 50 USC 2463.>> OF TECHNOLOGY WITH

DEPARTMENT OF DEFENSE.

The Administrator shall, in cooperation with the Secretary of Defense, establish procedures and programs to provide for the sharing of technology, technical capability, and expertise between the Administration and the Department of Defense to further national security objectives.

SEC. 3264. USE <<NOTE: 50 USC 2464. >> OF CAPABILITIES OF NATIONAL SECURITY LABORATORIES BY ENTITIES OUTSIDE THE ADMINISTRATION.

The Secretary, in consultation with the Administrator, shall establish appropriate procedures to provide for the use, in a manner consistent with the national security mission of the Administration under section 3211(b), of the capabilities of the national security laboratories by elements of the Department of Energy not within the Administration, other Federal agencies, and other appropriate

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entities, including the use of those capabilities to support efforts to defend against weapons of mass destruction.

Subtitle F--Definitions

SEC. 3281. <<NOTE: 50 USC 2471.>> DEFINITIONS.

For purposes of this title:

(1) The term ``national security laboratory'' means any of the following:

(A) Los Alamos National Laboratory, Los Alamos, New Mexi co.

(B) Sandia National Laboratories, Albuquerque, New

Mexico, and Livermore, California.
(C) Lawrence Livermore National Laboratory,

Livermore, California. (2) The term `nuclear weapons production facility'' means any of the following:

(A) The Kansas City Plant, Kansas City, Missouri.

(B) The Pantex Plant, Amarillo, Texas.(C) The Y-12 Plant, Oak Ridge, Tennessee.(D) The tritium operations facilities at the

Savannah River Site, Aiken, South Carolina.

(E) The Nevada Test Site, Nevada.

(F) Any facility of the Department of Energy that the Secretary of Energy, in consultation with the Administrator and the Congress, determines to be consistent with the mission of the Administration.

(3) The term ``classified information'' means any information that has been determined pursuant to Executive Order No. 12333 of December 4, 1981 (50 U.S.C. 401 note), Executive Order No. 12958 of April 17, 1995 (50 U.S.C. 435 note), or successor orders, to require protection against unauthorized disclosure and that is so designated.

(4) The term ``Restricted Data'' has the meaning given such

term`in´ section 11 y. of the Atomic Energy Act of 1954 (42

U. S. C. 2014(y)).

(5) The term ``congressional defense committees'' means--(A) the Committee on Armed Services and the

Committee on Appropriations of the Senate; and (B) the Committee on Armed Services and the Committee on Appropriations of the House of Representatives.

Subtitle G--Amendatory Provisions, Transition Provisions, and Effective Dates

SEC. 3291. <<NOTE: 50 USC 2481.>> FUNCTIONS TRANSFERRED.

(a) Transfers. -- There are hereby transferred to the Administrator all national security functions and activities performed immediately before the date of the enactment of this Act by the following elements of the Department of Energy:

(1) The Office of Defense Programs.(2) The Office of Nonproliferation and National Security.

(3) The Office of Fissile Materials Disposition.

(4) The nuclear weapons production facilities.

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(5) The national security laboratories.(6) The Office of Naval Reactors.

- (b) Authority to Transfer Additional Functions. -- The Secretary of Energy may transfer to the Administrator any other facility, mission, or function that the Secretary, in consultation with the Administrator and Congress, determines to be consistent with the mission of the Administration.
- (c) Environmental Remediation and Waste Management Activities. -- In the case of any environmental remediation and waste management activity of any element specified in subsection (a), the Secretary of Energy may determine to transfer responsibility for that activity to another element of the Department.

SEC. 3292. <<NOTE: 50 USC 2482.>> TRANSFER OF FUNDS AND EMPLOYEES.

(a) Transfer of Funds. -- (1) Any balance of appropriations that the Secretary of Energy determines is available and needed to finance or discharge a function, power, or duty or an activity that is transferred to the Administration shall be transferred to the Administration and used for any purpose for which those appropriations were originally available. Balances of appropriations so transferred shall--

(A) be credited to any applicable appropriation account of

the Administration; or

(B) be credited to a new account that may be established on the books of the Department of the Treasury;

and shall be merged with the funds already credited to that account and accounted for as one fund.

- (2) Balances of appropriations credited to an account under paragraph (1)(A) are subject only to such limitations as are specifically applicable to that account. Balances of appropriations credited to an account under paragraph (1)(B) are subject only to such limitations as are applicable to the appropriations from which they are transferred.
- (b) Personnel.--(1) With respect to any function, power, or duty or activity of the Department of Energy that is transferred to the Administration, those employees of the element of the Department of Energy from which the transfer is made that the Secretary of Energy determines are needed to perform that function, power, or duty, or for that activity, as the case may be, shall be transferred to the Administration.
- (2) The authorized strength in civilian employees of any element of the Department of Energy from which employees are transferred under this section is reduced by the number of employees so transferred.

SEC. 3293. PAY LEVELS.

(a) Under Secretary for Nuclear Security. --Section 5314 of title 5, United States Code, is amended by striking `Under Secretary, Department page 16

of Energy' and inserting ``Under Secretaries of Energy (2)''.

(b) Deputy Administrators. -- Section 5315 of such title is amended by

adding at the end the following new item:

``Deputy Administrators of the National Nuclear Security Administration (3), but if the Deputy Administrator for Naval Reactors is an officer of the Navy on active duty, (2).''.

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SEC. 3294. CONFORMING AMENDMENTS.

(a) Reduction in Number of Assistant Secretaries of Energy. --(1) (a) Reduction in Number of Assistant Secretaries of Energy. --(1)
Section 5315 of title 5, United States Code, is amended by striking
``(8)'' after ``Assistant Secretaries of Energy'' and inserting ``(6)'

(2) Subsection (a) of section 203 of the Department of Energy
Organization Act (42 U.S.C. 7133) is amended in the first sentence by
striking ``eight'' and inserting ``six''.

(b) Functions Required To Be Assistant Secretaries of

Energy. -- Subsection (a) of section 203 of the Department of Energy Organization Act (42 U.S.C. 7133) is amended by striking paragraph (5).

(c) Office of Naval Reactors. -- Section 309 of the Department of Energy Organization Act (42 U.S.C. 7158) is amended--

(1) by striking subsection (b);
(2) by striking ``(a)''; and
(3) by striking ``Assistant Secretary to whom the Secretary has assigned the function listed in section 203(a)(2)(E)'' and inserting ``Under Secretary for Nuclear Security'

(d) Office of Fissile Materials Disposition. -- (1) Section 212 of the Department of Energy Organization Act (42 U.S.C. 7143) is repealed.

(2) The table of contents at the beginning of such Act is amended by

striking the item relating to section 212.

(e) Repeal of Restated Provision Relating to DOE Special Access Programs; Conforming Amendment. --(1)(A) Section 93 of the Atomic Energy Act of 1954 (42 U.S.C. 2122a) is repealed.

(B) The table of contents at the beginning of such Act is amended by

striking the item relating to section 93.

(2) Clause (ii) of section 1152(g)(1)(B) of the National Defense Authorization Act for Fiscal Year 1994 (Public Law 103-160; 50 U.S.C. 435 note) is amended to read as follows:

``(ii) the National Nuclear Security Administration

(which is required to submit reports on special access programs under section 3236 of the National Nuclear Security Administration Act); or'

(f) Repeal of Five-Year Budget Requirement for DOE National Security Programs. -- Section 3155 of the National Defense Authorization Act for Fiscal Year 1997 (Public Law 104-201; 110 Stat. 2841; 42 U.S.C. 7271b) is repealed.

SEC. 3295. <<NOTE: 50 USC 2483.>> TRANSITION PROVISIONS.

- (a) Compliance <<NOTE: Deadlines.>> with Financial Principles.--(1) The Under Secretary of Energy for Nuclear Security shall ensure that the compliance with sound financial and fiscal management principles specified in section 3252 is achieved not later than October 1, 2000.
- (2) In carrying out paragraph (1), the Under Secretary of Energy for Nuclear Security shall conduct a review and develop a plan to bring applicable activities of the Administration into full compliance with those principles not later than such date.

(3) Not later than January 1, 2000, the Under Secretary of Energy for Nuclear Security shall submit to the Committees on Armed Services of the Senate and the House of Representatives a report containing the

results of that review and a description of that plan.

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(b) Initial Report for Future-Years Nuclear Security Program. -- The first report under section 3253 shall be submitted in conjunction with the budget submitted for fiscal year 2001.

(c) Procedures << NOTE: Regulations. Deadline. >> for Computer Access. -- The regulations to implement the procedures under section 3235 shall be processived not later than 20 days after the offective date of shall be prescribed not later than 90 days after the effective date of this title.

- (d) Compliance << NOTE: Deadlines. >> with FAR. -- (1) The Under Secretary of Energy for Nuclear Security shall ensure that the compliance with the Federal Acquisition Regulation specified in section 3262 is achieved not later than October 1, 2000.
- (2) In carrying out paragraph (1), the Under Secretary of Energy for Nuclear Security shall conduct a review and develop a plan to bring applicable activities of the Administration into full compliance with the Federal Acquisition Regulation not later than such date.
- (3) Not later than January 1, 2000, the Under Secretary of Energy for Nuclear Security shall submit to the Committees on Armed Services of the Senate and the House of Representatives a report containing the results of that review and a description of that plan.

 SEC. 3296. APPLICABILITY <NOTE: 50 USC 2484. >> OF PREEXISTING LAWS AND REGULATIONS.

Unless otherwise provided in this title, all provisions of law and regulations in effect immediately before the effective date of this title that are applicable to functions of the Department of Energy specified in section 3291 shall continue to apply to the corresponding functions of the Administration.

SEC. 3297. REPORT <<NOTE: 50 USC 2401 note. >> CONTAINING

IMPLEMENTATION PLAN OF SECRETARY OF ENERGY.

Not <<NOTE: Deadline. >> later than January 1, 2000, the Secretary of Energy shall submit to the Committee on Armed Services of the Senate and the Committee on Armed Services of the House of Representatives a report containing the Secretary's plan for the implementation of the provisions of this title.

SEC. 3298. <<NOTE: 50 USC 2401 note. >> CLASSIFICATION IN UNITED STATES

Subtitles A through F of this title (other than provisions of those subtitles amending existing provisions of law) shall be classified to the United States Code as a new chapter of title 50, United States Code.

SEC. 3299. <<NOTE: 50 USC 2401 note.>> EFFECTIVE DATES.

(a) In General. -- Except as provided in subsection (b), the provisions of this title shall take effect on March 1, 2000.

(b) Exceptions. -- (1) Sections 3202, 3204, 3251, 3295, and 3297 shall

take effect on the date of the enactment of this Act.

(2) Sections 3234 and 3235 shall take effect on the date of the enactment of this Act. During the period beginning on the date of the enactment of this Act and ending on the effective date of this title, the Secretary of Energy shall carry out those sections and any reference in those sections to the Administrator and the Administration shall be treated as references to the Secretary and the Department of Energy, respectively.